



5500 Cenex Drive
Inver Grove Heights, MN
55077

TO: General/Petroleum Managers and Accounting Personnel

Subject: CHS offers E85 on Magellan Pipeline

Date: May 18, 2005

CHS is pleased to announce that we are now making E85 available as a branded fuel on the Magellan Pipeline effective May 19, 2005(attached is a list of terminals where available). CHS recognizes that demand for E85 is growing as consumers desire for a clean burning-domestically made product is on the rise.

CHS offering a blended E85 means when purchasing E85 from CHS at one of these terminals marketers will receive a separate line item credit for ethanol on their invoice when they lift E85, eliminating the need to apply back for your tax credit! We will continue to evaluate other pipelines and terminals where it is physically possible for CHS to be an E85 blender and expand availability of this fast growing product.

E85 does have different blend ratios (as per ASTM spec D5798-99) by state and month (attached you will see a blend chart by state and month). It will be our customer's responsibility to make sure they are pulling the proper blend ratio at the terminal.

Please refer to www.e85fuel.com if you are not sure of the handling procedures and requirements to market E85.

If you plan to offer, or already offer E85 at a Cenex branded retail facility, please be aware that CHS does have image standards and guidelines specific to E85, as referred to on page 28 of our Retail Image Standards Manual. Also under development is a full compliment of advertising and promotional tools to support the sale of E85 to consumers in your market area. Watch for more details arriving soon!

Should you have any questions regarding E85, please feel free to contact your Energy Sales Marketer at 1-800-547-3835.

Chad Pistulka

A handwritten signature in dark ink, appearing to read "Chad Pistulka", written in a cursive style.

Product Manager